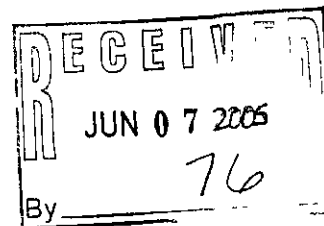




## Bank of Prescott



June 2, 2005

Robert E. Feldman, Executive Secretary  
Attention: Comments, Federal Deposit Insurance Corporation  
550 17<sup>th</sup> Street, NW  
Washington, DC 20429

RE: Interagency proposal to change the Loan Classification System

Dear Mr. Feldman.

In reviewing the proposal to change the Loan Classification System I have to question whether this complex change is really necessary for a community bank with less than nine million in commercial loans on our books. The present system has served us well for many years now and I do not think community banks need additional regulatory burden imposed upon us. If it is felt that this is really necessary for some of the large national banks and/or super regional banks well so be it, but please stop the mind set that you must impose the problems and issues of large banks on all the remaining community banks in the country. From this community banker's perspective the system that is currently in place is not broke and does not need fixing.

Sincerely,

John Brannan, Jr.  
President